

# COUNCIL COMMUNICATION

TO: THE CITY COUNCIL  
FROM: THE CITY MANAGER'S OFFICE

COUNCIL MEETING DATE:  
OCTOBER 18, 1989

SUBJECT: SUBJECT RENEWAL AGREEMENT WITH ADJUSTCO FOR LIABILITY CLAIMS ADMINISTRATION FOR 1989-90

RECOMMENDED ACTION: That Council approve the renewal of the Liability Claims Administration Contract with ADJUSTCO covering the period of September 1, 1989 through June 30, 1990 and authorize the City Manager and City Clerk to execute the letter agreement on behalf of the City.

Submitted for City Council approval is the renewal of the agreement with ADJUSTCO for liability claims administration for a ten-month period beginning September 1, 1989 and ending June 30, 1990.

ADJUSTCO is requesting an approximate 10% increase to their current fees.

The proposed fees under this Contract compared to last year's fees are as follows:

1988/89 Contract

\$13,140.00 for the first 45 new claims

\$292.00 per claim for those filed in excess of 45

September 1, 1989 to June 30, 1989 Contract

\$17,900 for the first 55 new claims

\$298.00 per claim for those filed in excess of 55

From January 1, 1989 through this date, 49 liability claims have been filed against the City of Lodi.

ADJUSTCO has provided liability claims administration to the City of Lodi since October 1983. We have been most pleased with their quality of service and the effective and efficient manner in which they have administered liability claims on behalf of the city.

*Alice M. Reimche*  
Alice M. Reimche  
City Clerk

AMR/jmp

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CONTRACT ADDENDUM

This is an addendum to that certain Liability Claims Administration Agreement dated July 1, 1985, between City of Lodi and AWUSTCO, Inc.

The contract between ADJUSTCO, Inc. and City of Lodi, is amended to be effective for a ten (10) month period, beginning September 1, 1989 and ending June 30, 1990.

The claims administration for this period is as follows:

Flat annual fee (to maximum of 55 new claims) - \$17,900.00

Claims in excess of 55 - \$298.00 each

Accepted and Agreed to by:

City of Lodi

Client

ADJUSTCO, Inc.

Signature

David A. North  
David A. North  
Executive Vice President

Thomas A. Peterson

Name

Attest:

City Manager

Title

Alice M. Reimche  
City Clerk

Date

CITY COUNCIL

JOHN R. (Randy) SNIDER, Mayor  
DAVID M. HINCHMAN  
Mayor Pro Tempore  
EVELYN M. OLSON  
JAMES W. PINKERTON, Jr.  
FRED M. REID

CITY OF LODI

CITY HALL, 221 WEST PINE STREET  
CALL BOX 3006  
LODI, CALIFORNIA 95241-1910  
(209) 334-5634  
TELECOPIER : (209) 333-6795

10/18

THOMAS A. PETERSON  
City Manager  
ALICE M. REIMCHE  
City Clerk  
BOB McNATT  
City Attorney

October 19, 1989

Mr. David A. North  
Executive Vice President  
ADJUSTCO, Inc.  
P.O. Box 8819  
Emeryville, CA

Dear Mr. North:

Enclosed herewith please find fully executed copy of renewal agreement for liability claims administration with ADJUSTCO covering the period of September 1, 1989 through June 30, 1990 which was approved by the Lodi City Council at its regular City Council meeting of October 18, 1989.

Should you have any questions regarding this matter, please do not hesitate to call this office.

Very truly yours,

*Alice M. Reimche*  
Alice M. Reimche  
City Clerk

AMR/jmp

Enclosure

cc: Bob Holm  
Finance Director